

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re:)	Chapter 11
)	
W.R. GRACE & CO., <i>et. al.</i> ,)	Case No. 01-01139 (JKF)
)	(Jointly Administered)
Debtors.)	
)	Objection Deadline: November 22, 2010 @ 4:00 p.m.
)	Hearing Date: Only if Objection is Timely Filed

**SEVENTH MONTHLY APPLICATION OF SCARFONE HAWKINS LLP
AS SPECIAL COUNSEL FOR THE CANADIAN ZAI CLAIMANTS**

Name of Applicant:	Scarfone Hawkins LLP
Authorized to Provide Professional Services to:	Canadian Zonolite Attic Insulation Claimants ("Canadian ZAI Claimants")
Date of Retention:	March 19, 2010 <i>nunc pro tunc</i> December 21, 2009
Period for which compensation and reimbursement is sought:	September 1, 2010, through September 30, 2010
Amount of compensation sought as actual, reasonable and necessary:	CDN \$ 5,833.75
Amount of expense reimbursement (includes Harmonized Sales Tax of 13% ¹) sought as actual, reasonable and necessary:	CDN \$ 2,153.94

This Applicant's Seventh Monthly Application.

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¹ On July 1, 2010, the Harmonized Sales Tax (HST) took effect in Ontario and is applied to most purchases and transactions. The 13% HST replaces the federal goods and services tax (GST) and the provincial sales tax (PST).

Summary of Monthly Fee and Expense Invoice Statements for Compensation Period:

Date Filed	Period Covered	Requested Fees (CDN \$)	Requested Expenses (CDN \$)	Paid Fees (CDN \$)	Paid Expenses (CDN \$)
04/30/2010 Dkt. #24697	December 21, 2009 - March 31, 2010	\$ 98,678.75	\$ 10,399.55	\$ 78,943.00	\$ 10,399.55
06/01/2010 Dkt. #24878	April 1, 2010 – April 30, 2010	\$ 14,765.25	\$ 812.67	\$ 11,812.20	\$ 812.67
06/30/2010 Dkt. #25015	May 1, 2010 – May 31, 2010	\$ 21,221.25	\$ 3,327.71	\$ 16,977.00	\$ 3,327.71
07/28/2010 Dkt. #25127	June 1, 2010 – June 30, 2010	\$ 23,507.50	\$ 2,994.15	\$ 18,806.00	\$ 2,994.15
08/31/2010 Dkt. #25297	July 1, 2010 – July 31, 2010	\$ 17,232.50	\$ 2,259.90	\$ 13,786.00	\$ 2,259.90
09/29/2010 Dkt. #25497	August 1, 2010 – August 31, 2010	\$ 10,663.75	\$ 1,403.95	Pending	Pending

Fee Detail by Professional for the Period of September 1, 2010, through September 30, 2010:

Name of Professional Person	Position of the Applicant, Number of Years in that Position, Year of Obtaining License to Practice	Hourly Billing Rate (including changes)	Total Billed Hours	Total Fees (CDN \$)
David Thompson	Partner, 22 Years 1988	\$475.00	8.65	\$4,108.75
Matthew G. Moloci	Partner, 12 Years 1998	\$375.00	3.40	\$ 1,275.00
Cindy Yates	Law Clerk, 25 years, 1985	\$90.00	5.00	\$ 450.00
Grand Total			17.05	\$ 5,833.75
Blended Rate				342.16

Monthly Compensation by Matter Description for the Period of September 1, 2010, through September 30, 2010:

Project Category	Total Hours	Total Fees (CDN \$)
04 - Case Administration	6.75	\$ 3,066.25
11 - Fee Applications, Applicant	7.35	\$ 1,446.25
12 - Fee Applications, Others	0.20	75.00
14 - Hearings	N/A	0.00
16 - Plan and Disclosure Statement	0.30	132.50
20 - Travel (Non-Working)	0.00	0.00
24 - Other	2.45	\$ 1,113.75
TOTAL	17.05	\$ 5,833.75

Monthly Expense Summary for the Period September 1, 2010, through September 30, 2010:

Expense Category	Service Provider (if applicable)	Total Expenses (CDN \$)
Photocopies (In House)		0.00
Postage		0.00
Misc./Transfer Files	Rolling Thunder	\$ 1,170.00
Conference Call	Rolling Thunder	\$ 65.00
Travel – Meals		0.00
Travel – Parking		0.00
Travel – Hotel Accommodations		0.00
Travel – Mileage/Taxi		0.00
Long Distance Calls		0.00
CCAA Fees		0.00
Harmonized Sales Tax 13%		\$ 918.94
TOTAL		\$ 2,153.94²

PLEASE TAKE NOTICE that Scarfone Hawkins LLP (the “Applicant”) has today filed this Notice of Monthly Fee and Expenses Invoice for September 1, 2010, through September 30,

²Applicant’s receipts for expenses incurred for September 1, 2010, through September 30, 2010, are attached hereto as **Exhibit A**.

2010, (this “Monthly Fee Statement”)³ pursuant to the Modified Order Granting The Canadian ZAI Claimants’ Application for Appointment of Special Counsel [Docket No. 24508] and the Amended Administrative Order Under 11 U.S.C., §§ 105(a) and 331 Establishing Revised Procedures for Interim Compensation and Reimbursement of Expenses for Professionals and Official Committee Members [Docket No. 1949].

PLEASE TAKE FURTHER NOTICE that responses or objections to this Monthly Fee Statement, if any, must be filed on or before November 22, 2010, at 4:00 p.m. (prevailing Eastern Time) (the “Objection Deadline”) with the United States Bankruptcy Court for the District of Delaware, 824 Market Street, Wilmington, Delaware 19801.

PLEASE TAKE FURTHER NOTICE that you must also serve a copy of any such response or objection upon the Notice Parties so as to be received by the Notice Parties on or before the Objection Deadline.

PLEASE TAKE FURTHER NOTICE that upon the expiration of the Objection Deadline, the Applicant shall file or cause to be filed with the Court, and serve on the Notice Parties, a certificate of no objection, certifying that no objection, or a partial objection, has been filed with the Court relative to this Application, whichever is applicable, after which the Debtors are authorized and required to pay the Applicant an amount equal to (a) eighty percent (80%) of the fees and one hundred percent (100%) of the expenses requested in the Monthly Fee Statement or (b) eighty percent (80%) of the fees and one hundred percent (100%) of the expenses not subject to any objection. All fees and expenses in this Monthly Fee Statement will be included in the next quarterly application for compensation and reimbursement of expenses to be filed and served by the Applicant at a later date, and will be subject to objections at such time.

³Applicant’s Invoice for September 1, 2010, through September 30, 2010, is attached hereto as **Exhibit B**.

PLEASE TAKE FURTHER NOTICE that Applicant respectfully requests that, for the period September 1, 2010, through September 30, 2010, an allowance be made to Scarfone Hawkins LLP for compensation in the amount of CDN \$5,833.75, and actual and necessary expenses in the amount of CDN \$2,153.94 (includes 13% Harmonized Sales Tax) for a total allowance of CDN \$7,987.69; Actual Interim Payment of CDN \$4,667.00 (80% of the allowed fees) and reimbursement of CDN \$2,153.94 (100% of the allowed expenses) be authorized for a total payment of CDN \$6,820.94; and for such other and further relief as this Court may deem just and proper.

PLEASE TAKE FURTHER NOTICE that Applicant believes that the Application and the description of services set forth herein of work performed are in compliance with the requirements of Delaware Local Rule 2016-2, the Amended Administrative Order, and the applicable guidelines and requirements of the Bankruptcy Code, Federal Rules of Bankruptcy Procedure, and the Executive Office for the United States Trustee. A true and correct copy of the Certification of David Thompson is attached hereto as **Exhibit C**.

Dated: October 29, 2010

Respectfully submitted,

By: /s/ Daniel K. Hogan
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**Counsel to the Representative Counsel as Special
Counsel for the Canadian ZAI Claimants**